

WARRICK COUNTY COUNCIL

RESOLUTION NO. 2021 - 03

**A RESOLUTION CONFIRMING THE DECLARATION OF AN ECONOMIC
REVITALIZATION AREA FOR PERSONAL PROPERTY TAX PHASE-IN
(Fibertech, Inc.)**

WHEREAS, Fibertech, Inc. (the "Applicant") has made application for Economic Revitalization Area designation pursuant to IC 6-1.1-12.1 et seq. and for Tax Phase-In for certain personal property, which will be located in Warrick County, Indiana and described as:

Part of the East ½ of the Southwest Quarter of Section 18, Township 4, Range 9, Warrick County, Indiana, with a street address of 11744 Blue Bell Road, Elberfeld, Indiana 47613 and Parcel Number 87-04-18-300-063.000-007 (the "Property").

WHEREAS, on the 4th day of February, 2021, under provision of Preliminary Resolution No. 2021-02 (the "Preliminary Resolution"), the Warrick County Council ("County Council") found the Property to meet the requirements of an Economic Revitalization Area, pursuant to IC 6-1.1-12.1 et seq., and declared the Property to be an Economic Revitalization Area and further approved property tax deductions for personal property taxes for six (6) years commencing with increases in assessed value as more specifically set forth in that Preliminary Resolution; and

WHEREAS, notice of the adoption and substance of the Preliminary Resolution have been published in accordance with IC 5-3-1 and the County Council has conducted a public hearing as of the date hereof to determine whether the qualifications for an Economic Revitalization Area and approval of property tax deductions for personal property taxes have been met.

NOW, THEREFORE, BE IT RESOLVED by the County Council as follows:


Section 1. The Property description, included above, is made a part hereof.

Section 2. The Preliminary Resolution, which was adopted by the County Council on the 4th day of February, 2021, is hereby confirmed.

Section 3. This Confirming Resolution shall be in full force and effect from and after its passage and execution by the County Council.

PASSED, ISSUED, AND APPROVED by the County Council this 4th day of March, 2021.

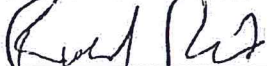
Warrick County Council



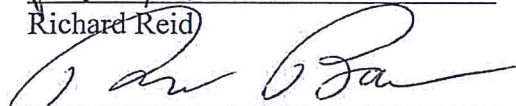
Greg Richmond, President



David Hachmeister




Richard Reid



Ron Bacon



Brad Overton, Vice President



Ted Metzger



Chris Whetstone

ATTEST:



Warrick County Auditor

Economic Development Project Summary Date: 2/4/2021

Project Name: Fibertech Tax Phase-in, New Manufacturing Equipment

Description:

- \$942,000 New Manufacturing Equipment
- (2) Rotational Molding Machines
- 16 new employees will be hired to operate these machines
- Average starting wage of \$17.00/hr. plus health, dental, life, and 401k
- Fibertech is a complete plastics solution for material handling + storage including custom rotational molding, repair, and recycling
- Find out more at <https://fibertechinc.net/>

Timing: 2021

Phase 1 – March – 6 new employees – Rot. Molder #1 (\$298,900)

Phase 2 – October – 10 new employees – Rot. Molder #2 (\$643,100)

County Council Timing: February meeting – ERA/Preliminary Resolution
March meeting – Confirming Resolution

Comments/Status:

- Fibertech is located near Elberfeld and in the Northwest TIF district
- Currently at 78 employees – after this project they will be at 96
- They have expanded in the past, and have continuing future growth goals
- Products are used by the agriculture, utilities, and plastics industries
- Fibertech is a strong community partner hosting food drives, supporting local sports teams, and law enforcement.

Financial:

- Project scores **6-year tax personal property phase-in.**

<u>Year</u>	<u>Amount Abated</u>	<u>Amount Collected</u>
Phase 1	\$ 7402	\$ 4022
Phase 2	\$ 15,926	\$ 8,655
Totals	\$ 23,327	\$ 12,677

Recommendation

- The Economic Development Department recommends approval of a 6-year tax phase-in for this project
- This phase in has the full support of the Economic Development Advisory Council. Redevelopment Commission unanimous approval and resolution.

**STATEMENT OF BENEFITS
PERSONAL PROPERTY**

State Form 51764 (R4 / 11-15)

Prescribed by the Department of Local Government Finance

FORM SB-1 / PP**PRIVACY NOTICE**

Any information concerning the cost of the property and specific salaries paid to individual employees by the property owner is confidential per IC 6-1.1-12.1-5.1.

INSTRUCTIONS

1. This statement must be submitted to the body designating the Economic Revitalization Area prior to the public hearing if the designating body requires information from the applicant in making its decision about whether to designate an Economic Revitalization Area. Otherwise this statement must be submitted to the designating body BEFORE a person installs the new manufacturing equipment and/or research and development equipment, and/or logistical distribution equipment and/or information technology equipment for which the person wishes to claim a deduction.
2. The statement of benefits form must be submitted to the designating body and the area designated an economic revitalization area before the installation of qualifying abatable equipment for which the person desires to claim a deduction.
3. To obtain a deduction, a person must file a certified deduction schedule with the person's personal property return on a certified deduction schedule (Form 103-ERA) with the township assessor of the township where the property is situated or with the county assessor if there is no township assessor for the township. The 103-ERA must be filed between January 1 and May 15 of the assessment year in which new manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment is installed and fully functional, unless a filing extension has been obtained. A person who obtains a filing extension must file the form between January 1 and the extended due date of that year.
4. Property owners whose Statement of Benefits was approved, must submit Form CF-1/PP annually to show compliance with the Statement of Benefits. (IC 6-1.1-12.1-5.6)
5. For a Form SB-1/PP that is approved after June 30, 2013, the designating body is required to establish an abatement schedule for each deduction allowed. For a Form SB-1/PP that is approved prior to July 1, 2013, the abatement schedule approved by the designating body remains in effect. (IC 6-1.1-12.1-17)

SECTION 1		TAXPAYER INFORMATION	
Name of taxpayer	Name of contact person		
Fibertech, Inc.	Jeffrey Freitag		
Address of taxpayer (number and street, city, state, and ZIP code)		Telephone number	
11744 Blue Bell Road, Elberfeld, IN 47613		(812) 983-2642	
SECTION 2		LOCATION AND DESCRIPTION OF PROPOSED PROJECT	
Name of designating body		Resolution number (s)	
Warrick County Economic Development Department			
Location of property		County	DLGF taxing district number
Elberfeld, IN 47613		Warrick	87-007-0004
Description of manufacturing equipment and/or research and development equipment and/or logistical distribution equipment and/or information technology equipment. (Use additional sheets if necessary.) Fibertech will be purchasing two new rotational molding machines. One machine is a Rotoline 200 series and will mold small plastic products. The other machine is a Rotoline 400 series and molds larger parts. For a more detailed look at these machines, please see the quotes/invoices attached to the Tax Phase-In Program Application		ESTIMATED	
		START DATE	COMPLETION DATE
		Manufacturing Equipment	02/15/2021 11/15/2021
		R & D Equipment	
		Logist Dist Equipment	
IT Equipment			
SECTION 3		ESTIMATE OF EMPLOYEES AND SALARIES AS RESULT OF PROPOSED PROJECT	
Current number	Salaries	Number retained	Salaries
76	3,285,470.00	76	3,285,470.00
		Number additional	Salaries
		16	565000.00
SECTION 4		ESTIMATED TOTAL COST AND VALUE OF PROPOSED PROJECT	
NOTE: Pursuant to IC 6-1.1-12.1-5.1 (d) (2) the COST of the property is confidential.	MANUFACTURING EQUIPMENT		R & D EQUIPMENT
	COST	ASSESSED VALUE	COST
Current values	4,937,564	4,937,564	
Plus estimated values of proposed project	942,000	942,000	
Less values of any property being replaced			
Net estimated values upon completion of project	5,879,564	5,879,564	
SECTION 5		WASTE CONVERTED AND OTHER BENEFITS PROMISED BY THE TAXPAYER	
Estimated solid waste converted (pounds)		Estimated hazardous waste converted (pounds)	
N/A		N/A	
Other benefits:			
N/A			
SECTION 6		TAXPAYER CERTIFICATION	
I hereby certify that the representations in this statement are true.			
Signature of authorized representative		Date signed (month, day, year)	
Jeffrey Freitag		01/19/2021	
Printed name of authorized representative		Title	
Jeffrey Freitag		CFO	

FOR USE OF THE DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2.

A. The designated area has been limited to a period of time not to exceed _____ calendar years * (see below). The date this designation expires is _____. NOTE: This question addresses whether the resolution contains an expiration date for the designated area.

B. The type of deduction that is allowed in the designated area is limited to:

- | | | |
|--|--|---|
| 1. Installation of new manufacturing equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No | <input type="checkbox"/> Enhanced Abatement per IC 6-1.1-12.1-18
Check box if an enhanced abatement was approved for one or more of these types. |
| 2. Installation of new research and development equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No | |
| 3. Installation of new logistical distribution equipment. | <input type="checkbox"/> Yes <input type="checkbox"/> No | |
| 4. Installation of new information technology equipment; | <input type="checkbox"/> Yes <input type="checkbox"/> No | |

C. The amount of deduction applicable to new manufacturing equipment is limited to \$ _____ cost with an assessed value of \$ _____. (One or both lines may be filled out to establish a limit, if desired.)

D. The amount of deduction applicable to new research and development equipment is limited to \$ _____ cost with an assessed value of \$ _____. (One or both lines may be filled out to establish a limit, if desired.)

E. The amount of deduction applicable to new logistical distribution equipment is limited to \$ _____ cost with an assessed value of \$ _____. (One or both lines may be filled out to establish a limit, if desired.)

F. The amount of deduction applicable to new information technology equipment is limited to \$ _____ cost with an assessed value of \$ _____. (One or both lines may be filled out to establish a limit, if desired.)

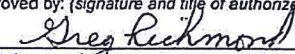
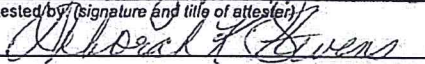
G. Other limitations or conditions (specify) _____

H. The deduction for new manufacturing equipment and/or new research and development equipment and/or new logistical distribution equipment and/or new information technology equipment installed and first claimed eligible for deduction is allowed for:

- | | | | | | |
|---------------------------------|---------------------------------|---------------------------------|---------------------------------|----------------------------------|--|
| <input type="checkbox"/> Year 1 | <input type="checkbox"/> Year 2 | <input type="checkbox"/> Year 3 | <input type="checkbox"/> Year 4 | <input type="checkbox"/> Year 5 | <input type="checkbox"/> Enhanced Abatement per IC 6-1.1-12.1-18
Number of years approved: _____
(Enter one to twenty (1-20) years; may not exceed twenty (20) years.) |
| <input type="checkbox"/> Year 6 | <input type="checkbox"/> Year 7 | <input type="checkbox"/> Year 8 | <input type="checkbox"/> Year 9 | <input type="checkbox"/> Year 10 | |

I. For a Statement of Benefits approved after June 30, 2013, did this designating body adopt an abatement schedule per IC 6-1.1-12.1-17? ☐ Yes ☐ No
If yes, attach a copy of the abatement schedule to this form.
If no, the designating body is required to establish an abatement schedule before the deduction can be determined.

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved by: (signature and title of authorized member of designating body) 	Telephone number 812-897-6202	Date signed (month, day, year) 3-4-21
Printed name of authorized member of designating body Greg Richmond	Name of designating body Warrick County Council	
Attested by: (signature and title of attester)  Auditor	Printed name of attester DEBORAH K. STEVENS	

* If the designating body limits the time period during which an area is an economic revitalization area, that limitation does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years that is less than the number of years designated under IC 6-1.1-12.1-17.

IC 6-1.1-12.1-17

Abatement schedules

Sec. 17. (a) A designating body may provide to a business that is established in or relocated to a revitalization area and that receives a deduction under section 4 or 4.5 of this chapter an abatement schedule based on the following factors:

- (1) The total amount of the taxpayer's investment in real and personal property.
- (2) The number of new full-time equivalent jobs created.
- (3) The average wage of the new employees compared to the state minimum wage.
- (4) The infrastructure requirements for the taxpayer's investment.

(b) This subsection applies to a statement of benefits approved after June 30, 2013. A designating body shall establish an abatement schedule for each deduction allowed under this chapter. An abatement schedule must specify the percentage amount of the deduction for each year of the deduction. An abatement schedule may not exceed ten (10) years.

(c) An abatement schedule approved for a particular taxpayer before July 1, 2013, remains in effect until the abatement schedule expires under the terms of the resolution approving the taxpayer's statement of benefits.

WARRICK COUNTY COUNCIL

RESOLUTION NO. 2021 - 02

**A PRELIMINARY RESOLUTION DECLARING AN ECONOMIC REVITALIZATION
AREA FOR PERSONAL PROPERTY TAX PHASE-IN
(Fibertech, Inc.)**

WHEREAS, Fibertech, Inc. ("Fibertech") has submitted a Statement of Benefits – Personal Property, and Fibertech has made application for Economic Revitalization Area designation pursuant to IC 6-1.1-12.1 et seq., and has requested Tax Phase-In for personal property located in Warrick County, Indiana and more particularly described as:

Part of the East ½ of the Southwest Quarter of Section 18, Township 4, Range 9, Warrick County, Indiana, with a street address of 11744 Blue Bell Road, Elberfeld, Indiana 47613 and Parcel Number 87-04-18-300-063.000-007 (the "Property").

WHEREAS, the Warrick County Economic Development Advisory Council ("EDAC") and the Warrick County Redevelopment Commission ("RDC") on the 21st day of January, 2021 received Fibertech's Statement of Benefits for personal property and also received Fibertech's Application for Economic Revitalization Area and Phase-In of Property Tax, and EDAC and RDC made a unanimous recommendation (and RDC adopted Resolution 2021-1) for approval by the County Council;

WHEREAS, Fibertech intends to purchase and install two (2) new rotational molding machines in two (2) phases over the next ten (10) months in the approximate amounts and addition of new employees as more particularly described herein:

Phase 1:

Purchase and installation of personal property (Rotoline 200) - \$298,900.00
New employees – 6

Phase 2:

Purchase and installation of personal property (Rotoline 400) - \$643,100.00
New employees - 10

WHEREAS, the Property meets the criteria for designation as an Economic Revitalization Area pursuant to IC 6-1.1-12.1 et seq.

NOW, THEREFORE, BE IT RESOLVED by the Warrick County Council as follows:

Section 1. The Warrick County Council has reviewed the Statement of Benefits for Personal Property, the recommendations of EDAC and RDC, and additional information submitted pursuant to IC 6-1.1-12.1 et seq., and makes the following findings:

- a. The estimate of the cost (\$942,000) of the new manufacturing equipment, new research and development equipment, new logistical distribution equipment, and/or new information technology equipment is reasonable for equipment of that type; and
- b. With respect to new manufacturing equipment not used to dispose of solid waste or hazardous waste by converting the solid waste or hazardous waste into energy or other useful products, and new research and development equipment, new logistical distribution equipment, and/or new information technology equipment, the estimate of the number of individuals who will be employed (16 additional employees) or whose employment will be retained can be reasonably expected to result from the installation of the new manufacturing equipment, new research and development equipment, new logistical distribution equipment, and/or new information technology equipment; and
- c. The estimate of the annual salaries of the individuals who will be employed or whose employment will be retained can be reasonably expected to result from the proposed installation of new manufacturing equipment, new research and development equipment, new logistical distribution equipment, and/or new information technology equipment; and
- d. With respect to new manufacturing equipment used to dispose of solid waste or hazardous waste by converting the solid waste or hazardous waste into energy or other useful products, the estimate of the amount of solid waste or hazardous waste that will be converted into energy or other useful products can be reasonably expected to result from the installation of the new manufacturing equipment; and
- e. The other benefits about which information was requested are benefits that can be reasonably expected to result from the proposed installation of new manufacturing equipment, new research and development equipment, new logistical distribution equipment, and/or new information technology equipment; and
- f. The totality of benefits to accrue from this project is sufficient to justify the deduction.

Section 2. Based on these findings, the Warrick County Council has determined that the purposes of IC 6-1.1-12.1 et seq. are served by allowing the deductions for personal property, and the Property described above is hereby declared to be an Economic Revitalization Area.

Section 3. The designation of the Economic Revitalization Area shall apply to property tax deductions for personal property taxes.

Section 4. The designation of this Economic Revitalization Area for the Property shall be in effect up to and including February 1, 2026.


Section 5. Deductions for the personal property additions specified in Fibertech's (1) Application for Economic Revitalization Area and Phase-In of Property Tax and (2) Statement of Benefits – Personal Property which take place within this Economic Revitalization Area shall be allowed for a period of six (6) years beginning with increases in assessed value resulting from such personal property improvements.

Section 6. The Warrick County Auditor shall cause to be published notice of the adoption and substance of this Resolution in accordance with IC 5-3-1. Such notice complies with IC 6-1.1-12.1-2.5(c).

Section 7. This Resolution shall be in full force and effect from and after its passage and action had confirming, modifying and/or rescinding the same.

PASSED this 4th day of February, 2021.

Warrick County Council



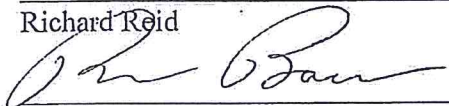
Greg Richmond, President



David Nachmeister




Richard Reid



Ron Bacon



Brad Overton, Vice President




Ted Metzger



Chris Whetstone

ATTEST: DocuSigned by:



Debbie Stevens - Auditor Attest
Warrick County Auditor